

State of Louisiana



M.J. "MIKE" FOSTER, JR.
GOVERNOR

JACK C. CALDWELL
SECRETARY

DEPARTMENT OF NATURAL RESOURCES
OFFICE OF CONSERVATION

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

April 16, 2003

Mr. Randall C. Songy, REP
ONEBANE LAW FIRM
P. O. Box 3507
Lafayette, LA 70502-3507

RE:	EMERGENCY REQUEST OF April 14, 2003
SAND(s):	EXPOSITO B ZONE, RESERVOIR D
FIELD:	LAPEYROUSE FIELD
PARISH:	Terrebonne Parish, Louisiana
APPLICANT:	DENBURY RESOURCES, INC.

Dear Mr. Songy:

Because of the reason set forth in your emergency request letter, it has been determined that undue hardship would be caused by the 20-day delay prescribed in Rule 3 of the Revised Rules of Procedure, effective October 11, 1983. You are therefore permitted to immediately file your application in compliance with Rule 8 of the Revised Rules of Procedure.

Yours truly,

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

JOSEPH ONEBANE (1917-1987)
JOHN G. TORIAN, II (1936-1991)

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TIMOTHY J. MCNAMARA
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DOUGLAS W. TRUXILLO*
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BRENT G. SONNIER***
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April 14, 2003

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*ALSO ADMITTED IN TEXAS
**ALSO ADMITTED IN MISSISSIPPI
***ALSO ADMITTED IN OKLAHOMA

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-9275

RE: Exposito B Zone, Reservoir D
Lapeyrouse Field
Terrebonne Parish, Louisiana

Dear Commissioner Welsh:

Pursuant to Rule 8 of the Rules of Procedure, a request is hereby made on behalf of **DENBURY RESOURCES, INC.** to authorize it to file for a public hearing related to the formation of a drilling and production unit for the captioned zone, and waiving the twenty (20) day pre-application notice requirement as set forth in Rule 3 of the Rules of Procedure.

It is suggested that the twenty (20) day pre-application notice requirement would unduly extend the date of the hearing and issuance of the unitization order, resulting in an undue hardship to Denbury Resources, Inc. and it is respectfully requested that, pursuant to Rule 8, you authorize the waiver of such pre-application notice. We attach hereto a copy of the proposed unit plat with the critical leases shaded in yellow. These leases expire 60 days after last operations or production. Denbury plans to make an attempt next week to restore production from the well out of the existing perforations, however, if such

R 18 E

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Quintana
Guise
1
12500'

Quintana
Eschete
1
17329'

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19
S

Texaco
Labit
1-A
17229'

Texaco
Eschete
1
13000'

34

35

McCord
Kirchoff
1
10950'

62

61

W/L
Proposed Unit

Exposito Zone RA SUA

A. Eschete Hrs. #2

+/- 58 Acs.

Denbury
Eschete Hrs.

Davis
Lrette

Quintana
Lrette

Quintana
Tenneco Fee

1
12411'

2
12000'

11523'

17439' MD
17408' TVD

16428' MD
16330' TVD
16400' MD
16350' TVD

16745' MD
16679' TVD

Quintana
Kirchoff
1 OH

16762' MD
16723' MD

1 ST
16829' MD
16040' MD

Amerada
Lottinger

1
12700' MD
12412' MD

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April 14, 2003

APPLICATION

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804

Re: Exposito B Zone, Reservoir D
Lapeyrouse Field
Terrebonne Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **DENBURY RESOURCES, INC.**, for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the **Exposito B Zone , Reservoir D**, in the Lapeyrouse Field, Terrebonne Parish, Louisiana:

1. To dissolve the existing Exposito B RD SUA for the Exposito B **Sand**, Reservoir D, adopted by Office of Conservation Order No. 416-C-9, and simultaneously therewith, to create a new drilling and production

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Honorable James H. Welsh

April 14, 2003

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3. To designate Denbury Resources, Inc. as unit operator for the proposed unit;
4. To designate the Denbury Resources, Inc. - Eschette No.2 Well as the unit well for the proposed unit;
5. To extend the proposed unit, except to the extent they are in conflict herewith, the pertinent provisions of Office of Conservation Order No. 416-C-9, effective May 22, 2001;
6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Exposito B Sand, Reservoir D was previously defined in Office of Conservation Order No. 416-C-9. The Exposito B Zone, Reservoir D in the Lapyrouse Field, Terrebonne Parish, Louisiana, is hereby defined as that gas and condensate bearing zone encountered between the depths of 11,348 feet and 11,623 feet, electrical log measurements (10,931 feet to 11,205 feet, TVD), in the Denbury Resources, Inc. - Eschette No. 2 Well, located in Section 32, Township 19 South, Range 18 East, Terrebonne Parish, Louisiana.

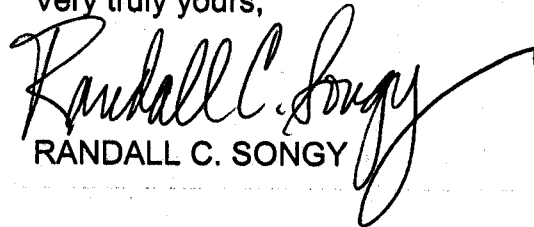
Pursuant to Rule 8 of the Rules of Procedure, the Commissioner of Conservation has waived the pre-application notice requirement. A conference to discuss the proposed application is hereby scheduled for Wednesday, April 30, 2003 at 10:30 a.m. at The Petroleum Club of Lafayette, 111 Heymann Blvd., Lafayette, Louisiana, (337)232-2582. The conference WILL BE HELD, and there is no need to request the conference. Please note that your receipt of this Application does not require you to attend the conference or take any other action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

Honorable James H. Welsh
April 14, 2003
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will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed a check in the amount of \$755.00, made payable to the Louisiana Office of Conservation, in payment of the required hearing application fee.

Very truly yours,


RANDALL C. SONGY

RCS/elg/bad

Enclosures

cc: Mr. Richard Hudson, District Manager
Office of Conservation

cc: All Interested Owners, Interested Parties and
Represented Parties

P.S. To all Interested Owners, Represented Parties and Interested Parties:

You may have received this Application even though your property is not included in the proposed unit, because the Revised Rules of Procedure require us

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Proposed Unit

Exposito Zone RA SUA

A. Eschete Hrs. #2

+/- 58 Acs.

Denbury
Eschete Hrs.

Davis
Lrette

Quintana
Lrette

Quintana
Eschete

Quintana
Guise

Quintana
Tenneco Fee

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12000'

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